

**GLOSDERRY CITY IMPROVEMENT DISTRICT (NPC)**  
**(REGISTRATION NUMBER 2013/083887/08)**  
**TRADING AS GLOSDERRY CITY IMPROVEMENT DISTRICT**  
**FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2015**

## GLOSDERRY CITY IMPROVEMENT DISTRICT (NPC)


(REGISTRATION NUMBER 2013/083887/08)

TRADING AS GLOSDERRY CITY IMPROVEMENT DISTRICT

FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2015

### GENERAL INFORMATION

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Country of incorporation and domicile	South Africa
Nature of business and principal activities	Public administration
Directors	A.K.R. Shoredits  R. Kemmis-Betty H.C. Heydenrich C.W.D.B. Wolf
Registered office	3 Wilge Road Claremond Cape Town 7735
Business address	3 Wilge Road Claremond Cape Town 7735
Postal address	Private Bag X4 Glosderry 7702
Bankers	Standard Bank
Auditor's	C2M Chartered Accountants Incorporated Chartered Accountants (S.A.) Registered Auditors
Company registration number	2013/083887/08
Tax reference number	9278/37/61/82
Level of assurance	The financial statements are audited in compliance with the applicable requirements of the Companies Act 71 of 2008.
Preparer	The financial statements were independently compiled by: MD Dreyer Professional Accountant (S.A.)

## **GLOSDERRY CITY IMPROVEMENT DISTRICT (NPC)**

(REGISTRATION NUMBER 2013/083887/08)

TRADING AS GLOSDERRY CITY IMPROVEMENT DISTRICT

FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2015

### **INDEX**

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The reports and statements set out below comprise the financial statements presented to the shareholders:

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The following supplementary information does not form part of the financial statements and is unaudited:

Detailed Income Statement	13
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#### **Preparer**

MD Dreyer  
Professional Accountant (S.A.)

#### **Published**

31 July 2015

## GLOSDERRY CITY IMPROVEMENT DISTRICT (NPC)

(REGISTRATION NUMBER 2013/083887/08)

TRADING AS GLOSDERRY CITY IMPROVEMENT DISTRICT

FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2015

### DIRECTORS' RESPONSIBILITIES AND APPROVAL

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The directors are required by the Companies Act 71 of 2008, to maintain adequate accounting records and are responsible for the content and integrity of the financial statements and related financial information included in this report. It is their responsibility to ensure that the financial statements fairly present the state of affairs of the company as at the end of the financial year and the results of its operations and cash flows for the period then ended, in conformity with the International Financial Reporting Standard for Small and Medium-sized Entities. The external auditors are engaged to express an independent opinion on the financial statements.

The financial statements are prepared in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities and are based upon appropriate accounting policies consistently applied and supported by reasonable and prudent judgements and estimates.

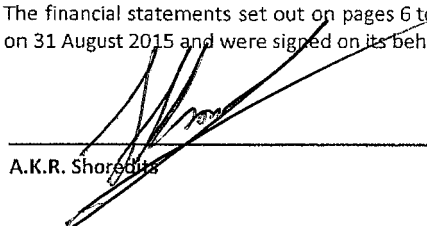
The directors acknowledge that they are ultimately responsible for the system of internal financial control established by the company and place considerable importance on maintaining a strong control environment. To enable the directors to meet these responsibilities, the directors sets standards for internal control aimed at reducing the risk of error or loss in a cost effective manner. The standards include the proper delegation of responsibilities within a clearly defined framework, effective accounting procedures and adequate segregation of duties to ensure an acceptable level of risk. These controls are monitored throughout the company and all employees are required to maintain the highest ethical standards in ensuring the company's business is conducted in a manner that in all reasonable circumstances is above reproach. The focus of risk management in the company is on identifying, assessing, managing and monitoring all known forms of risk across the company. While operating risk cannot be fully eliminated, the company endeavours to minimise it by ensuring that appropriate infrastructure, controls, systems and ethical behaviour are applied and managed within predetermined procedures and constraints.

The directors are of the opinion, based on the information and explanations given by management, that the system of internal control provides reasonable assurance that the financial records may be relied on for the preparation of the financial statements. However, any system of internal financial control can provide only reasonable, and not absolute, assurance against material misstatement or loss.

The directors have reviewed the company's cash flow forecast for the year to 30 June 2016 and, in the light of this review and the current financial position, they are satisfied that the company has or has access to adequate resources to continue in operational existence for the foreseeable future.

The external auditor's are responsible for independently auditing and reporting on the company's financial statements. The financial statements have been examined by the company's external auditor's and their report is presented on page 4.

The financial statements set out on pages 6 to 13, which have been prepared on the going concern basis, were approved by the directors on 31 August 2015 and were signed on its behalf by:

  
A.K.R. Shore

  
B.R. Kemmis-Betty

Bellville

31 August 2015

## INDEPENDENT AUDITOR'S REPORT

### To the directors of Glosderry City Improvement District

We have audited the financial statements of Glosderry City Improvement District (NPC), as set out on pages 7 to 12, which comprise the statement of financial position as at 30 June 2015, and the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and the notes, comprising a summary of significant accounting policies and other explanatory information.

### Directors' Responsibility for the Financial Statements

The company's directors are responsible for the preparation and fair presentation of these financial statements in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities and requirements of the Companies Act 71 of 2008, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatements, whether due to fraud or error.

### Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

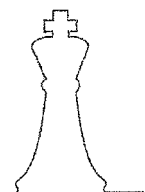
We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of Glosderry City Improvement District (NPC) as at 30 June 2015, and its financial performance and cash flows for the year then ended in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities, and the requirements of the Companies Act 71 of 2008.

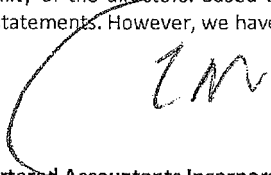
### Supplementary information

Without qualifying our opinion, we draw attention to the fact that supplementary information set out on page 13 does not form part of the financial statements and is presented as additional information. We have not audited this information and accordingly do not express an opinion thereon.



**Other reports required by the Companies Act**

As part of our audit of the financial statements for the year ended 30 June 2015, we have read the directors' report for the purpose of identifying whether there are material inconsistencies between that report and the audited financial statements. The directors' report is the responsibility of the directors. Based on reading that report we have not identified material inconsistencies between it and the audited financial statements. However, we have not audited the directors' report and accordingly do not express an opinion thereon.




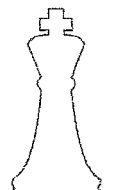
**C2M Chartered Accountants Incorporated**  
**Registered Auditors**

**31 August 2015**

**Tygerforum B**  
**53 Willie van Schoor Drive**  
**Tygervalley**  
**Bellville**  
**7530**

**A. Nel**  
**Chartered Accountant (S.A.)**  
**Registered Auditor**  
**Director**

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C2M is a Level 1 contributor and value added supplier with B-BBEE procurement recognition of 168,75%

## GLOSDERRY CITY IMPROVEMENT DISTRICT (NPC)

(REGISTRATION NUMBER 2013/083887/08)

TRADING AS GLOSDERRY CITY IMPROVEMENT DISTRICT

FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2015

### DIRECTORS' REPORT

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The directors have pleasure in submitting their report on the financial statements of Glosderry City Improvement District (NPC) for the year ended 30 June 2015.

#### 1. Incorporation

The company was incorporated on 23 May 2013 and obtained its certificate to commence business on the same day.

#### 2. Nature of business

Glosderry City Improvement District (NPC) was incorporated in South Africa with interests in the Public administration industry. The company operates in South Africa.

There have been no material changes to the nature of the company's business from the prior year.

#### 3. Review of financial results and activities

The financial statements have been prepared in accordance with International Financial Reporting Standard for Small and Medium-sized Entities and the requirements of the Companies Act 71 of 2008. The accounting policies have been applied consistently compared to the prior year.

Full details of the financial position, results of operations and cash flows of the company are set out in these financial statements.

#### 4. Directors

The directors in office at the date of this report are as follows:

Directors	Office	Designation	Nationality	Changes
A.K.R. Shoredits	Chairperson	Executive	South African	
A.R. Kemmis-Betty	Chairperson	Executive	South African	
H.C. Heydenrich	Other	Executive	South African	Appointed 01 April 2015
C.W.D.B. Wolf	Other	Executive	South African	

#### 5. Events after the reporting period

The directors are not aware of any material event which occurred after the reporting date and up to the date of this report.

#### 6. Going concern

The directors have reviewed the budgets and cash flow forecasts for the next 12 months, as well as the current liquidity and solvency position of the company and do not believe that the company has adequate financial resources to continue in operation for the foreseeable future. The financial statements have accordingly not been prepared on the going concern basis.

#### 7. Auditors

C2M Chartered Accountants Incorporated continued in office as auditors for the company for 2015.

#### 8. Secretary

The company had no secretary during the year.

#### 9. Date of authorisation for issue of financial statements

The financial statements have been authorised for issue by the directors on 31 August 2015. No authority was given to anyone to amend the financial statements after the date of issue.

#### 10. Liquidity and solvency

The directors have performed the required liquidity and solvency tests required by the Companies Act 71 of 2008.

**GLOSDERRY CITY IMPROVEMENT DISTRICT (NPC)**

(REGISTRATION NUMBER 2013/083887/08)

TRADING AS GLOSDERRY CITY IMPROVEMENT DISTRICT

FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2015

**STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2015**

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	2015 R
<b>Assets</b>	
<b>Current Assets</b>	
Cash and cash equivalents	470,538
<b>Total Assets</b>	<u>470,538</u>
<b>Equity and Liabilities</b>	
<b>Equity</b>	
Reserves	439,055
<b>Liabilities</b>	
<b>Current Liabilities</b>	
Trade and other payables	31,483
<b>Total Equity and Liabilities</b>	<u>470,538</u>

**GLOSDERRY CITY IMPROVEMENT DISTRICT (NPC)**

(REGISTRATION NUMBER 2013/083887/08)

TRADING AS GLOSDERRY CITY IMPROVEMENT DISTRICT

FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2015

**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**

	2015 R
Revenue	2,112,025
Other income	44,175
Operating expenses	(1,717,145)
Operating profit	<u>439,055</u>
Profit for the year	439,055
Other comprehensive income	-
Total comprehensive income for the year	<u>439,055</u>

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TRADING AS GLOSDERRY CITY IMPROVEMENT DISTRICT

FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2015

**STATEMENT OF CHANGES IN EQUITY**

	Reserve	Retained income	Total equity
	R	R	R
Profit for the year	-	439,055	439,055
Other comprehensive income	-	-	-
<b>Total comprehensive income for the year</b>	<b>-</b>	<b>439,055</b>	<b>439,055</b>
Transfer to captal reserve	439,055	(439,055)	-
<b>Total contributions by and distributions to owners of company recognised directly in equity</b>	<b>439,055</b>	<b>(439,055)</b>	<b>-</b>
<b>Balance at 30 June 2015</b>	<b>439,055</b>	<b>-</b>	<b>439,055</b>

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FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2015

**STATEMENT OF CASH FLOWS**

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	2015
	R
Cash flows from operating activities	
Cash generated from operations	<u>470,538</u>
Total cash movement for the year	<u>470,538</u>
Total cash at end of the year	<u>470,538</u>

## **GLOSDERRY CITY IMPROVEMENT DISTRICT (NPC)**

(REGISTRATION NUMBER 2013/083887/08)

TRADING AS GLOSDERRY CITY IMPROVEMENT DISTRICT

FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2015

### **ACCOUNTING POLICIES**

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#### **1. Presentation of financial statements**

The financial statements have been prepared in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities, and the Companies Act 71 of 2008. The financial statements have been prepared on the historical cost basis, except for biological assets at fair value less point of sale costs, and incorporate the principal accounting policies set out below. They are presented in South African Rands.

These accounting policies are consistent with the previous period.

#### **1.1 SIGNIFICANT JUDGEMENTS AND SOURCES OF ESTIMATION UNCERTAINTY**

##### **Critical judgements in applying accounting policies**

Management did not make critical judgements in the application of accounting policies, apart from those involving estimations, which would significantly affect the financial statements.

##### **Key sources of estimation uncertainty**

The financial statements do not include assets or liabilities whose carrying amounts were determined based on estimations for which there is a significant risk of material adjustments in the following financial year as a result of the key estimation assumptions.

#### **1.2 REVENUE**

Revenue is recognised to the extent that the company has transferred the significant risks and rewards of ownership of goods to the buyer, or has rendered services under an agreement provided the amount of revenue can be measured reliably and it is probable that economic benefits associated with the transaction will flow to the company. Revenue is measured at the fair value of the consideration received or receivable, excluding sales taxes and discounts.

Interest is recognised, in profit or loss, using the effective interest rate method.

#### **1.3 BORROWING COSTS**

All borrowing costs are recognised as an expense in the period in which they are incurred.

## GLOSDERRY CITY IMPROVEMENT DISTRICT (NPC)

(REGISTRATION NUMBER 2013/083887/08)

TRADING AS GLOSDERRY CITY IMPROVEMENT DISTRICT

FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2015

### NOTES TO THE FINANCIAL STATEMENTS

	2015 R
<b>2. Cash and cash equivalents</b>	
Cash and cash equivalents consist of:	
Bank balances	470,538
<b>3. Trade and other payables</b>	
VAT	31,483
<b>4. Revenue</b>	
Levies received	2,112,025
<b>5. Other income</b>	
Retention Refund	44,175
<b>6. Taxation</b>	
No provision has been made for 2015 tax as the company is exempt from paying income tax under section 10(1)(cA).	
<b>7. Cash generated from operations</b>	
Profit before taxation	439,055
<b>Changes in working capital:</b>	
Trade and other payables	31,483
	<u>470,538</u>

### 8. Directors' remuneration

No emoluments were paid to the directors or any individuals holding a prescribed office during the year.

### 9. Going concern

The financial statements have been prepared on the basis of accounting policies applicable to a going concern. This basis presumes that funds will be available to finance future operations and that the realisation of assets and settlement of liabilities, contingent obligations and commitments will occur in the ordinary course of business.

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TRADING AS GLOSDERRY CITY IMPROVEMENT DISTRICT

FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2015

**DETAILED INCOME STATEMENT**

	2015 R
<b>Revenue</b>	
Levies received	2,112,025
<b>Other income</b>	
Retention refund	44,175
<b>Operating expenses</b>	
Bank charges	(2,529)
Insurance	(1,842)
Legal expenses	(1,188)
Management fees	(310,884)
Security	(417,150)
Urban Management & Security Services	(983,552)
	<b>(1,717,145)</b>
<b>Profit for the year</b>	<b>439,055</b>